

January 14, 2020

Joint Legislative Committee on Local Government
Attention: Committee Chairs, Committee Ass't
North Carolina General Assembly
16 West Jones St.
Raleigh, NC 27601

Fiscal Research Division
Attention: Director
North Carolina General Assembly
300 North Salisbury St., Suite 610
Raleigh, NC 27603

**Notice to the Joint Legislative Committee on Local Government
Concerning Proposed Financing by the Town of Aberdeen**

To the Committee:

As counsel to the Town of Aberdeen, North Carolina, and as required under N.C. Gen. Stat. Section 120-157.2, I am providing this notice of a proposed local government capital project that requires approval of the North Carolina Local Government Commission and requires debt to be issued in an amount exceeding \$1,000,000. Here is information about the proposed financing –

Project description	Construction of a new police department headquarters building and renovation of the existing building, including an enclosed walkway between the buildings for them to function as an integrated whole
LGC meeting for consideration	March, 2020
Amount to be financed	Estimated as up to approximately \$5,875,000

Sanford Holshouser LLP

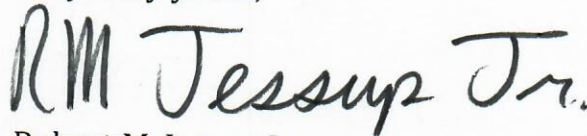
January 14, 2020

page 2

Type of financing	Bank-placement installment financing under Section 160A-20
Other sources of financing	The Town expects that the amount borrowed will pay substantially all the costs of the project.
Estimated financing term	The Town expects a financing term of between 15 and 20 years.
Estimated interest rate	Under current market conditions, the Town expects an approximate true interest cost of the financing of between 2.75% and 3.25%.
Expected source of repayment	General fund revenues

Please let me know if you have additional questions or comments for me about this proposed financing.

Very truly yours,



Robert M. Jessup Jr.

cc: Greg C. Gaskins, Secretary of the Local Government Commission
c/o Joe Futima
Paul Sabiston, Aberdeen Town Manager
T.C. Morphis, Aberdeen Town Attorney
David Cheatwood and Chazzo Habliston, First Tryon Advisers
David Vanderweide, legislative staff [david.vanderweide@ncleg.net]
(each by electronic mail)